House Bill 722

In The House

February 11, 1981	Introduced and referred to Committee on State Administration.
February 13, 1981	Fiscal note requested.
February 18, 1981	Fiscal note returned.
February 1 7, 19 81	Committee recommend bill do not pass.

HOUSE BILL NO. 722 J. INTRODUCED BY VINCENT 2 3 A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE FOR THE 4 AVAILABILITY OF PUBLIC FINANCING TO STATE, JUDICIAL, AND 5 LEGISLATIVE CANDIDATES AND TO PROVIDE THAT CANDIDATES WHO 6 7 ELECT TO RECEIVE PUBLIC FINANCING SHALL BE SUBJECT TO 8 CAMPAIGN EXPENDITURE LIMITATIONS; AMENDING SECTIONS 9 13-37-302 THROUGH 13-37-305 AND 13-37-307, MCA.* 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 11 Section 1. Section 13-37-302, MCA, is amended to read: 12 13 #13-37-302. Definitions. As used in this part, unless 14 the context requires otherwise, the following definitions 15 app1y: 16 (1) "Fund" means the election campaign fund 17 established in 13-37-304. 18 (2) "Political Major political party" is a party whose 19 candidate for governor in the lest next preceding general 20 election received 5% or more of the total votes cast for 21 that office as verified by the secretary of state. 22 (3) "Department" means the department of revenue provided for in Title 2, chapter 15, part 13. 23 24 (4) "Candidate" means an individual who has been 25 nominated by a major political party for election to the a

state office of--governor-lieutenant--governor or has been 1 nominated in the nonpartisan primary election for the office 2 of chief justice or justice of the supreme court in this 3 state. (5) "Minor party candidate" means a candidate 5 nominated by a political party that received not more than 6 5% of the total votes cast for governor at the next 7 preceding_general_election. 8 9 (6) "Independent candidate" means a candidate who is not a minor party candidate and who is not affiliated with a 10 11 maior political party. 12 +5+(1) "Individual" means a natural person." 13 Section 2. Section 13-37-303, MCA, is amended to read: 14 #13-37-303. Bonation Contribution to fund by taxpayer. 15 (1) An individual whose withheld income tax or payment of 16 estimated tax exceeds by more than \$1 his income tax 17 liability for the taxable year may donate-sl-to-be-paid 18 designate whether he wishes to have \$1 from tax withheld or 19 <u>paid transferred</u> to the fund. In the case of a joint return. 20 as provided in 15-30-142, of a husband and wife having-an 21 whose income tax overpayment-es-defined-in-15-30-149--of or 22 payment_of_estimated_tax_exceeds by more than \$2 or-more 23 income_tax_liability, each spouse may donate--st--be--said 24 designate__individually_whether_be_or_she_wishes_to_have_\$1 25 transferred to the fund.

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1 (2) An individual with an unpaid tax liability may at 2 the time of payment donate an extra \$1 to be paid to the 3 fund.

(3) The department shall provide a place box or. in 4 the case of a joint return, two boxes on the face of the 5 blank form of return, provided for in 15-30-144, where an 6 7 individual or individuals may make designate the denotions 8 transfer provided for in subsections (1) and (2). The form shall adequately explain the individual's option to donate Q transfer \$1 to the fund and in an appropriate space 10 corresponding to the box or boxes, the department shall 11 provide an explanatory statement that the goney designated 12 13 to be transferred by the taxpayer will be issued to 14 candidates who request funds from the public campaign fund and who agree to abide by campaign expenditure limitations." 15 Section 3. Section 13-37-304, MCA, is amended to read: 16 17 *13-37-304. Public campaign fund. (1) There is a 18 public campaign fund within the earmarked revenue fund 19 provided for in 17-2-102.

20 (2) All money designated under 13-37-303 shall be
21 deposited in the fund.

(3) (a) Five Four months before the general election
in the election year, money in the fund shall be paid over
in equal amounts by the department to all eligible
candidates for the designated political office according to

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the percentages in (3)(b). The money shall be spent only for 1 the legitimate campaign expenses expenditures of the 2 candidates and any unspent money as of dissolution of a 3 candidate's campaign committee must be remitted to the 4 5 department. 6 (b) The money shall be distributed in the following 7 percentages: 8 (i) campaign for office offices of governor-lieutenant 9 governor, 50% 20%; (ii) campaigns for offices of chief justice and justice 10 of the supreme court, 50% 12% equally-allocated-to-reach 11 12 eligible-compaign-fundi 13 (iii) campaign for office of attorney general, 3%; 14 (iv) campaign for office of secretary of state: 3%; 15 (v) campaign for office of state auditor, 32: 16 (vi) campaign for office of state superintendent of 17 public_instruction. 3%: 18 (vii) campaign for office of public service 19 commissioner, 1.52: 20 (viii) campaign for office of district court judges 5%: 21 (ix) campaign for offices of state legislator, 49,5%. 22 (+)--Three-months-before--the--general--election--in--a 23 general-election-year-the-remainder-of-any-money-in-the-fund 24 shall--be-remitted-to-the-treasurer-of-each-candidate-in-the 25 same-proportion-as-provided-in-subsection-(3)(b)+

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1	(4)Minor_party" and "independent"candidatesshall
z	receive the same amounts as major party candidates if they
3	present a petition bearing signatures of registered electors
4	equal to 15% of the total votes cast for the office in the
5	next_preceding_general_election*"
6	NEW_SECIION. Section 4. Limits on campaign
7	expenditures. In the year in which an election is held for
8	an office sought by a candidate, no expenditures may be made
9	by the candidate or the principal campaign committee of that
10	candidate or otherwise on behalf of that candidate which
11	result in an aggregate amount in excess of the following
12	amounts:
13	(a) for governor and lieutenant governor, running
14	together, \$300,000;
15	(5) for chief justice or justice of the supreme court.
16	\$30,000;
17	(c) for attorney general, \$48,000;
18	(d) for secretary of state, \$48,000
19	(e) for state auditor, \$48,000
20	(f) for state superintendent of public instruction,
21	\$48,000;
22	(g) for public service commissioner, \$6,000;
23	<pre>{h} for district court judge, \$3,000; and</pre>
24	(i) for state legislator, \$3,000.
25	Section 5. Section 13-37-305, MCA, is amended to read:

*13-37-305. Records to be kept -- availability. (1) 1 The treasurer of each major political party or independent 2 campaign or minor party candidate campaign shall maintain a 3 complete record of all disbursements of funds received by 4 him under 13-37-304 and used for the candidate's campaign 5 expenses plus receipts or other evidence of each expense. 6 (2) The record shall be available for inspection by 7 anyone at any reasonable time. A copy shall be deposited in 8 the office of the secretary of state by December 31 of each 9 10 general election year." Section 6. Section 13-37-307, MCA, is amended to read: 11 "13-37-307. Application to receive money -- agreement 12 13 -- cancellation -- return of money. (1) All candidates who wish to receive money from the fund must notify the 14 department on a form prescribed and supplied by the 15 16 department. As a condition of receiving money. candidates 17 nust also present to the department a copy of the agreement 18 specified in subsection (2)(a) signed by the commissioner 19 provided for in 13-37-102. Acceptance of money from the fund 20 is voluntarv. 21 (2) As a condition of receipt of any money from the 22 public campaign fund, a candidate shall agree by stating in 23 writing to the commissioner that: (a) expenditures the candidate makes on his own and/or 24

made by his campaign or expenditures the candidate approves

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1	to be made on his behalf will not exceed the expenditure
2	limits_set_forth_in_[section_4]:_and
3	(b)he_will_notacceptcontributions_whichinthe
4	aggregateexceed_the_difference_between_the_amount_that_the
5	candidate_may_legallyexpendunder[section4]andthe
6	amount_be_receives_from_the_public_campaign_fund.
7	(3) For purposes of subsection (2), the period of
8	agreement begins on January 1 of the election year or with
9	the declaration for nomination under 13-10-201 or 13-14-112.
10	or_the_petition_for_nomination_under_13-10-204+_whichever
11	occurs later, and ends with the dissolution of the
12	<u>candidate's campaign committee.</u>
13	<pre>(4) Any agreement entered into with the commissioner</pre>
14	under_subsection_(2)_shall_be_available_for_inspection_by
15	any one at any reasonable times
16	[5]_A_candidate_may_cancel_bis_agreement_at_any_time
17	until 5_days_after_the_primary_elections_A_candidate
18	<u>canceling_bis_agreement_shall_so_designate_in_a_written</u>
19	statement to the commissioner. The cancellation statement
20	shall be available for public inspections"
24 · ·	Section 7. Codification instruction. Section 4 is
22	intended to be codified as an integral part of Title 13,
23	chapter 37, part 3, and the provisions of Title 13, chapter
24	37, part 3 apply to section 4.

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STATE OF MONTANA

REQUEST NO. 375-81____

FISCAL NOTE

Form BD-15

In compliance with a written request received <u>February 16</u>, 19 <u>81</u>, there is hereby submitted a Fiscal Note for <u>HOUSE BILL 722</u> pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA).

Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

DESCRIPTION

An act to provide for the availability of public financing to state, judicial and legislative candidates who elect to receive public financing shall be subject to campaign expenditure limitations.

ASSUMPTION

It is assumed that this proposal will not alter the current process of collection.

FISCAL IMPACT

Approximately \$6,000 should accrue to the Public Campaign Fund each calendar year. The Commission of Campaign Finances and Practices will require \$200 in FY83 for printing agreement forms for candidates.

BUDGET DIRECTOR Office of Budget and Program Planning Date: ______